

Addendum to the Interlocal Agreement

For

West Orange Cove CISD

- The Property Casualty Alliance of Texas (PCAT) and West Orange Cove Consolidated Independent School District (WOCCISD) agree that WOCCISD will be a PCAT Member for the 07-08, 08-09 and 09-10 Participation Periods.
- 2. Property rates will be discounted twenty percent (20%) for the 07-08 Participation Period, an additional ten percent (10%) discount for the 08-09 Participation Period, and an additional ten percent (10%) discount for the 09-10 Participation Period. The 07-08, 08-09 and 09-10 rates will be applied to the exposures in effect for each respective period. The property wind/hail deductible will be reduced from five-percent (5%) to two-percent (2%) per location for the 07-08, 08-09 and 09-10 Participation Periods. The liability and equipment breakdown rates for the 06-07 Participation Period will remain "as-is" through 9/1/2010.
- 3. This Interlocal Agreement Addendum along with the original Interlocal Agreement, signed on 9/1/2003, shall represent the entire agreement and may not be amended or altered without the written consent of both parties. This Addendum supercedes and replaces prior PCAT Addendums. If this Addendum is terminated by **PCAT**, no short-term penalty will be incurred by **WOCCISD**.
- 4. This Addendum may be voided, at the sole discretion of **PCAT**, for the 08-09 and 09-10 Participation Period if there are changes in the terms or conditions of reinsurance for **PCAT**.
- 5. If **WOCCISD** provides notice of cancellation as provided by Article 3 of the **PCAT** Interlocal Agreement, prior to <u>9/1/2010</u>, a short-term cancellation penalty of fifteen percent (15%) of Annualized Contributions for the <u>2006-2007</u> Participation Period will be due from **WOCCISD** and payable to **PCAT** within 30 days after notice is received.
- 6. **WOCCISD** agrees to make a best efforts attempt to obtain and appropriate funds for payment of Contributions for Participation Periods 07-08, 08-09 and 09-10.

This Addendum must be executed prior to June 30, 2007 to be effective.

IN WITNESS WHEREOF, the undersigned agrees to this Addendum.	
WOCCISD Authorized Signature	Joe Schultz, PCAT Chairperson
Printed Name	Date
Date	

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